

K01207/1

UNITED STATES DISTRICT COURT  
SOUTHERN DISTRICT OF NEW YORK----- X  
DEUTSCHE BANK TRUST COMPANY  
AMERICAS, as Trustee and Securities  
Intermediary,

Plaintiff,

- against -

LACROSSE FINANCIAL PRODUCTS, LLC,  
CEDE & CO., as Holder of certain Secured Notes  
and nominee name of the Depositary Trust  
Company, AURELIUS CAPITAL PARTNERS,  
LP, THE BANK OF N.T. BUTTERFIELD & SON  
LIMITED, MAGNETAR CONSTELLATION  
MASTER FUND, LTD., MAGNETAR  
CONSTELLATION MASTER FUND III, LTD.,  
MAGNETAR CONSTELLATION FUND II,  
LTD., PALMER SQUARE 3 LIMITED, PASA  
FUNDING 2007-1, LTD., REVELSTOKE CDO I  
LTD., SILVER ELMS CDO plc, STANTON CDO  
I S.A., UBS ABSOLUTE RETURN BOND  
FUND, a fund of UBS Funds, Inc., UBS GLOBAL  
BOND FUND, a fund of UBS Funds, Inc., ZAIS  
OPPORTUNITY MASTER FUND, LTD, and  
DOES 1 through 100, owners of beneficial  
interests in the Secured Notes,Defendants.  
----- X

No. 1:08 CV 00955 (LAK)

STIPULATED EXTENSION OF  
TIME TO ANSWER, MOVE, OR  
OTHERWISE PLEAD FOR  
DEFENDANTS UBS ABSOLUTE  
RETURN BOND FUND, A FUND  
OF UBS FUNDS, INC., AND UBS  
GLOBAL BOND FUND, A FUND  
OF UBS FUNDS, INC.

USDS SDNY
DOCUMENT
ELECTRONICALLY FILED
DOC #:
DATE FILED: 3/24/08

It is hereby STIPULATED by and between Plaintiff, Deutsche Bank Trust  
Company Americas, as Trustee and Securities Intermediary (the "Trustee"), and Defendants,  
UBS Absolute Return Bond Fund, a fund of UBS Funds, Inc., and UBS Global Bond Fund, a  
fund of UBS Funds, Inc. (collectively, the "UBS Funds") as follows:

1. On January 29, 2008, the Trustee filed an Interpleader Complaint (the "Complaint") in this action.

2. On March 11, 2008, the UBS Funds, through their counsel, accepted service of the Complaint.

3. The time for the UBS Funds to answer, move or otherwise plead in response to the Complaint is currently March 31, 2008.

4. There have been no previous requests for an adjournment or extension of time for the UBS Funds to answer, move or otherwise plead in response to the Complaint.

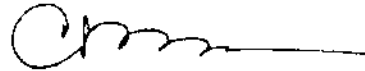
5. The Trustee, which is in the process of serving other defendants, consents to a thirty (30) day extension of time for the UBS Funds to answer, move or otherwise plead in response to the Complaint to and including April 30, 2008.

6. This Stipulation may be executed in counterparts. Facsimile or electronically transmitted signatures shall be deemed binding as original signatures.

Dated: March 18, 2008

NIXON PEABODY LLP

By:

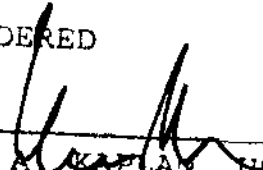


Christopher M. Mason (CM-7146)

437 Madison Avenue  
New York, NY 10022  
Telephone: (212) 940-3000  
Facsimile: (866) 947-2229  
cmason@nixonpeabody.com

Attorneys for Plaintiff  
Deutsche Bank Trust Company Americas

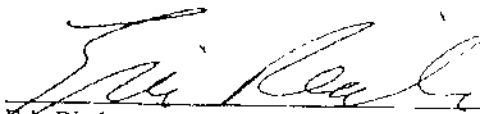
SO ORDERED

  
LEWIS A. KAPLAN, USDO

2/26/08

BRYAN CAVE LLP

By:

  
Eric Rieder

1290 Avenue of the Americas  
New York, NY 10104-3300  
Telephone: (212) 541-2000  
Facsimile: (212) 541-1457  
ERieder@bryancave.com

STRADLEY RONON STEVENS &  
YOUNG, LLP

Keith R. Dutil  
Leslie M. Greenspan  
30 Valley Stream Parkway  
Malvern, PA 19355-1481  
Telephone: (610) 640-5800  
Facsimile: (610) 640-1965  
kdutil@stradley.com  
lgreenspan@stradley.com

Attorneys for Defendants  
UBS Absolute Return Fund, a fund of  
UBS Funds, Inc., and UBS Global  
Bond Fund, a fund of UBS Funds, Inc.